

A meeting of the Employees' Retirement System Board of Trustees was held on Wednesday, November 9, 2005, at Troy City Hall, 500 W. Big Beaver Rd., Troy, MI. The meeting was called to order at 12:15 p.m.

TRUSTEES PRESENT: Mark Calice
 Michael Geise
 Thomas Houghton, Chair
 John M. Lamerato
 William R. Need
 Steven A. Pallotta
 Louise E. Schilling
 John Szerlag

ALSO PRESENT: Doug Smith
 Matt Farrell – Friedman Realty
 David Cesario – Mariott
 David Moser - Mariott

MINUTES

Resolution # ER – 2005 – 11 - 040

Moved by Pallotta
Seconded by Calice

RESOLVED, That the minutes of the October 12, 2005 meeting be approved.

Yeas: All 7

OTHER BUSINESS – RETIREE NEWSLETTER DRAFT

William Need presented a draft of a retiree newsletter developed by himself. The board will review a final draft at their December board meeting.

OTHER BUSINESS – FORD & EARL PROPERTY UPDATE

Matt Farrell, Friedman Realty, provided the board with an update on the activity his office has had with the property. David Cesario and David Moser, Mariott, presented an offer to purchase, on behalf of Sunstone, the Ford & Earl property. The board has scheduled a special board meeting on November 16, 2005 to review the purchase offer.

OTHER BUSINESS – SPECIAL MEETING

Resolution # ER – 2005 – 11 - 041

Moved by Houghton
Seconded by Pallotta

RESOLVED, That the board set a special meeting for November 16, 2005 at 12:00 pm in conference room C, City Hall to consider the offer of Sunstone Hotel Investors to purchase the Ford & Earl property.

Yeas: All 7

INVESTMENTS

Resolution # ER – 2005 – 11 - 042

Moved by Pallotta
Seconded by Geise

RESOLVED, That the Board sell and purchase the following securities:

Sell: Interpool and Kraft

Purchase: \$500,000 Principle Life Notes, 5.00% due 11/16/09; \$500,000 John Hancock Notes, 6.15% due 11/15/10 and \$500,000 Prudential Financial Notes, 6.70% due 11/10/15.

Yeas: All 7

The next meeting is December 14, 2005 at 12:00 p.m. at City Hall, Conference Room C, 500 W Big Beaver, Troy, MI.

The meeting adjourned at 1:50 p.m.